

STATE OF SOUTH CAROLINA  
BEFORE THE PUBLIC SERVICE COMMISSION  
DOCKET NO. 2018-1-E

In re: Annual Review of Base Rates for	)	
Fuel Costs of Duke Energy Progress, LLC	)	LATE-FILED HEARING EXHIBIT 10
	)	
	)	

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South Carolina Coastal Conservation League  
Southern Alliance for Clean Energy  
Duke Energy Progress, LLC

LATE-FILED HEARING EXHIBIT 10

MEMORANDUM OF UNDERSTANDING  
RELATED TO AVOIDED ENVIRONMENTAL COSTS AND  
COAL ASH DISCOVERY

Filed June 8, 2018

## MEMORANDUM OF UNDERSTANDING

Duke Energy Progress, LLC; Southern Alliance for Clean Energy; South Carolina Coastal  
Conservation League  
Annual Review of Base Rates for Fuel Costs of Duke Energy Progress, LLC  
Docket No. 2018-1-E

The following Memorandum of Understanding ("MOU") reflects the terms of agreement among Duke Energy Progress, LLC ("DEP"), the Southern Alliance for Clean Energy ("SAGE"), and the South Carolina Coastal Conservation League ("CCL") (collectively, the "Parties") relating to the 2018 Annual Review of Base Rates for Fuel Costs of Duke Energy Progress, LLC (Docket No. 2018-1-E). The Parties hereby enter into the following MOU, dated June 6, 2018.

1. The Parties agree to defer any proposals to alter the reporting or valuation of avoided environmental costs related to coal ash until future proceedings.
2. The Parties agree to immediately begin working towards sharing of information on coal ash handling and capital costs in the 2018 DEC fuel cost proceeding, with the understanding that CCL/SACE will file a petition to intervene before requesting this data.
3. The Parties make a good faith effort to have coal ash data requests and responses completed by the time DEC files its direct testimony in 2018-3-E (July 27, 2018).
4. CCL/SACE will not move to compel this information in Docket 2018-1-E, or in 2018-3-E before July 27 (and only if the Parties cannot reach a resolution on the discovery requests).
5. The Parties will make a good faith effort to come to an agreement in the DEC and subsequent DEP fuel cases regarding how to treat coal ash related costs in the NEM DER valuation updates.

IN WITNESS WHEREOF, this MOU has been executed on the date first written above. Each Party acknowledges its consent and agreement to this MOU, by affixing its signature to this document where indicated below. Facsimile signatures and e-mail signatures shall be as effective as original signatures to bind any Party. This document may be signed in counterparts, with the various signature pages combined with the body of the document constituting an original and provable copy of this MOU.

Duke Energy Progress, LLC

By: \_\_\_\_\_

Name: Rebecca J. Dulin

Title: Senior Counsel

Southern Alliance for Clean Energy  
South Carolina Coastal Conservation League

By: \_\_\_\_\_

Name: Lauren Bowen

Title: Staff Attorney